AMENDMENT TO MR. TAUZIN'S AMENDMENT OFFERED BY M.

(Page & line nos. refer to Chairman's Mark of June 17, 2003)

Amend section 621(c) (page 214, line 12, through page 215, line 3) to read as follows:

| 1 | (c) Application of Functional Equivalence Test.— |
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| 2 | (1) IN GENERAL.—Section 1833(t)(6) (42 U.S.C. |
| 3 | 1395l(t)(6)) is amended by adding at the end the following |
| 4 | new subparagraph: |
| 5 | "(F) LIMITATION ON APPLICATION OF FUNC- |
| 6 | TIONAL EQUIVALENCE STANDARD.— |
| 7 | "(i) IN GENERAL.—The Secretary may not |
| 8 | apply a 'functional equivalence' or similar standard |
| 9 | to a drug or biological under this paragraph. |
| 10 | "(ii) Limited application.—Clause (i) shall |
| 11 | apply to the application of a 'functional equivalent' |
| 12 | or similar standard to a drug or biological on or |
| 13 | after the date of the enactment of this subpara- |
| 14 | graph, unless— |
| 15 | "(I) such application was being made to |
| 16 | such drug or biological before such date; and |
| 17 | "(II) the Secretary applies, or has applied, |
| 18 | such 'functional equivalent' or similar standard |
| 19 | to such drug or biological only for the purpose |
| 20 | of determining the eligibility of such drug or bi- |
| 21 | ological for additional payments under this |
| 22 | paragraph and not for the purpose of any other |
| 23 | payments under this title. |
| 24 | "(iii) Rule of construction.—Nothing in |
| 25 | this subparagraph shall be construed as affecting |
| 26 | the Secretary's authority to deem a particular drug |
| 27 | or biological to be identical to another drug or bio- |
| 28 | logical if the two drugs or biologicals are pharma- |

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ceutically equivalent and bioequivalent, as determined by the Commissioner of Food and Drugs.".

June 19, 2003 (12:57 AM) F:\V8\061903\061903.001